REPORT and STATEMENT

DOMINION BRIDGE COMPANY LIMITED

FOR YEAR ENDED
31st OCTOBER

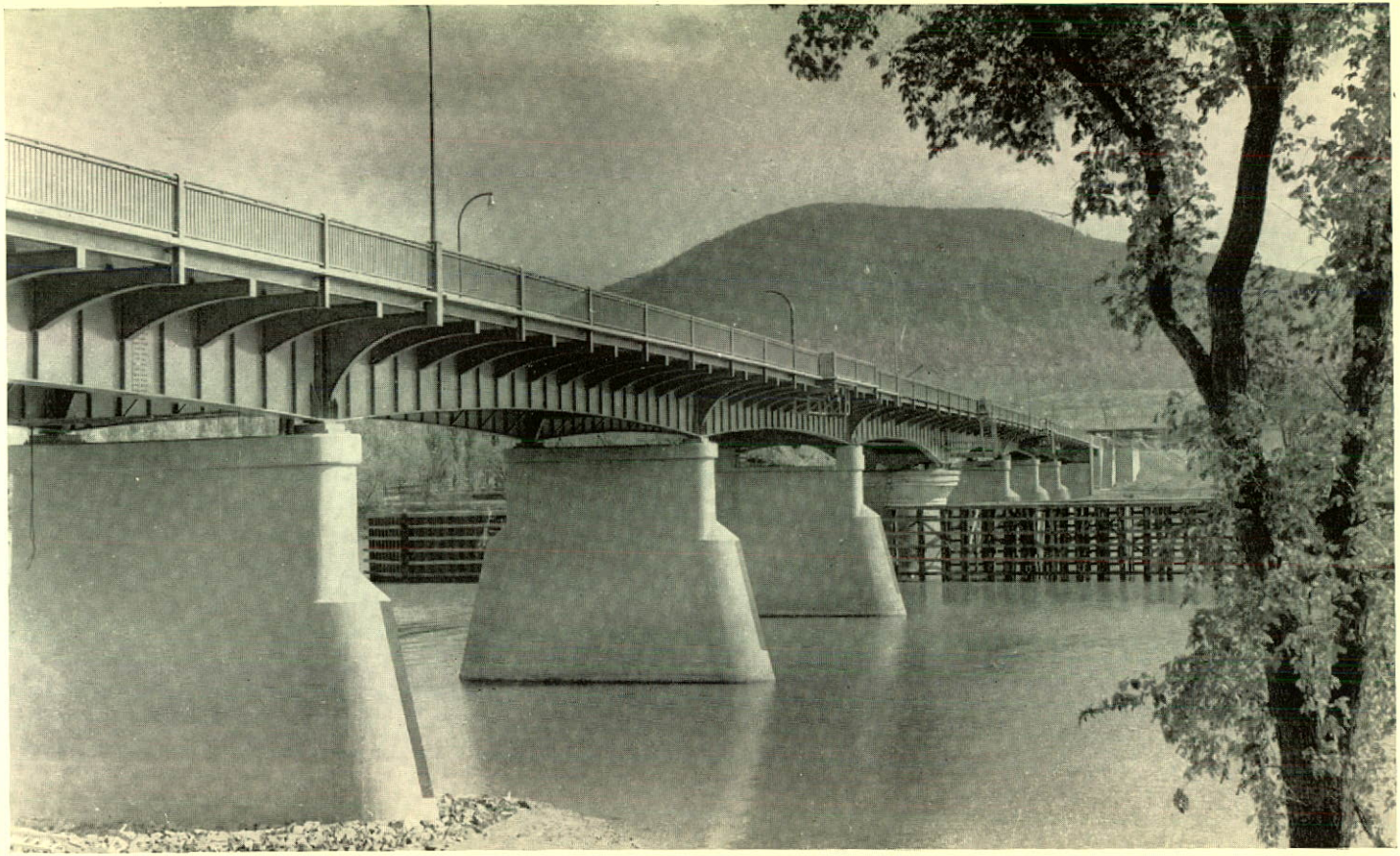
1941

HEAD OFFICE
APR 11 1954
McGILL UNIVERSITY

ANNUAL REPORT

For the Fiscal Year
Ended 31st October

1941



BRIDGE AT BELOEIL, P.Q.

Spanning the Richelieu River on the new Montreal-St. Hyacinthe-Drummondville-Quebec highway

DOMINION BRIDGE COMPANY LIMITED

DIRECTORS

G. H. DUGGAN ..... Chairman of the Board
W. F. ANGUS ..... President and Managing Director
W. TAYLOR-BAILEY ..... Vice-President and General Manager

JOHN BURNS	Calgary	ROSS H. McMASTER	Montreal
C. H. CARLISLE	Toronto	G. H. MONTGOMERY, K.C.	Montreal
NORMAN J. DAWES	Montreal	HOWARD MURRAY	Montreal
T. R. DEACON	Winnipeg	W. G. MURRIN	Vancouver
E. F. HAFFNER, K.C.	Winnipeg	PAUL F. SISE	Montreal
A. A. HODGSON	Montreal	H. H. VAUGHAN	Montreal

H. G. WELSFORD ..... Montreal.

HEAD OFFICE - LACHINE, P.Q.
F. W. EVENS—Secretary-Treasurer

EXECUTIVE OFFICERS

W. F. ANGUS ..... President and Managing Director
W. TAYLOR-BAILEY ..... Vice-President and General Manager
S. W. CAMPBELL ..... Vice-President and Manager Western Division
F. P. SHEARWOOD ..... Consulting Engineer
F. NEWELL ..... Chief Engineer
J. L. HEALD ..... Comptroller
F. W. EVENS ..... Secretary-Treasurer

MANUFACTURING DIVISIONS AND OFFICES

Eastern Division	A. H. COWIE	Manager, Lachine, P.Q.
Ontario Division	A. R. ROBERTSON	Manager, Toronto, Ont.
Western Division	S. W. CAMPBELL	Vice-President, Winnipeg, Man.
Pacific Division	A. S. GENTLES	Manager, Vancouver, B.C.

BRANCH PLANTS

AMHERST, N.S.	J. F. F. MacKENZIE	Local Manager
OTTAWA, ONT.	W. A. MATTICE	Local Manager
CALGARY, ALTA.	J. P. CARROLL	Local Manager

AGENCIES

MONTREAL, P.Q.	C. S. KANE, Divisional Sales Manager	Lachine, P.Q.
EDMONTON, ALTA.	D. J. CARTER, Agent	106th and 121st Street
REGINA, SASK.	H. CRABTREE, Agent	1769 Hamilton Street

6th January, 1942.

To the Shareholders of

DOMINION BRIDGE COMPANY, LIMITED

Your Directors submit the Annual Report of the Company together with Balance Sheet as at October 31st, 1941, and Profit and Loss Account for the year ended that date.

During the year the Company has been called upon to furnish an exceptionally large tonnage of structural steel and plate work for various firms extending their plants to take care of war orders. This necessitated working all your plants on a twenty-four hour schedule. The output of the Company was by far the largest in its history. It amounted to 157,600 tons, which was fifty percent greater than last year. This tonnage does not include special work, such as brass cartridge cases, shells and similar products.

The Rolling Mill at Calgary, which has been idle for a number of years, has been put into production and is furnishing steel to the different shipbuilding plants on the Pacific Coast as well as to your Plants in Vancouver which have been busy fabricating ship frames and supplying boilers to the local builders.

Expenditure on Capital Account during the year amounted to $589,000.00. Owing to the fact that much of this expenditure has been made on account of war work, special depreciation rates have been allowed by the Government.

Stocks of raw material and manufacturing supplies are well assorted and saleable and the inventories have been taken at conservative prices.

It is with sorrow your Directors record the death of their colleague, Sir Herbert S. Holt, LL.D., D.C.L. His service with the Company was of long standing. He was elected a Director in December, 1890, but submitted his resignation in June of 1891 because new affairs outside of Montreal would prevent him from giving the attention he desired to the duties of the office. Although Sir Herbert retired from the Board he retained a keen interest in the affairs of the Company and in 1926 again became a Director and member of the Executive Committee. He was scrupulously conscientious in the faithful discharge of his duties towards the Company and its Shareholders. His knowledge of the Company's affairs, his wise counsel and keen business ability, which were ever at the disposal of his colleagues, will be greatly missed in the deliberations of the Board.

Mr. H. G. Welsford, Vice-President and Director of Dominion Engineering Works, has been elected a Director to fill the vacancy caused by the death of Sir Herbert Holt.

Your Directors have declared quarterly dividends of 30c. per share, a total of $1.20 for the year.

Your Directors wish to record their appreciation of the loyalty and efficiency of the staff and the employees throughout the Company's entire organization.

Meetings of your Board of Directors have been held monthly, the books of your Company have been regularly audited and the certificate of your Auditors appears on the Financial Statement herewith submitted.

By Order of the Board of Directors,

W. F. ANGUS,
President.

DOMINION BRIDGE

AND ENTIRELY OWNED

CONSOLIDATED BALANCE SH

ASSETS

Fixed Assets			
Real Estate, Plant, Machinery and Equipment	$17,530,095.96		
Less: Depreciation Reserve	9,462,835.86		
*Cost less amounts written off.		*$8,067,260.10	
Investments in Partly Owned Subsidiaries at Book Value		2,081,976.01	
Investments in Other Companies at Book Value—less Reserve		91,837.29	
			$10,241,073.40
Current Assets:			
Cash on Hand and in Bank		$1,835,316.57	
Government and Other Bonds and Securities (Approximate Market Value, $2,404,701.37)		2,258,954.41	
Deposits on Tenders		175,374.85	
Expenditure on Uncompleted Contracts at Standard Cost, less Reserve	$14,027,609.22		
Less: Amounts Received on Account	7,807,665.47		
		6,219,943.75	
Accounts and Bills Receivable less Reserve for Doubtful Accounts		2,195,618.52	
Stock of Steel, Supplies and Small Tools at Cost, which is less than market value—less Reserve		3,188,873.30	
			15,874,081.40
2,649 Fully Paid No Par Value Shares held by Trust Companies for sale to employees of Dominion Bridge Company, Limited			40,084.10
Suspended Assets			
Unexpired Insurance Premiums, Taxes and Deferred Charges			136,243.97
			$26,291,482.87

G. H. DUGGAN, *Director.*

W. F. ANGUS, *Director.*

COMPANY LIMITED

UBSIDIARY COMPANIES

ET AS AT 31st OCTOBER, 1941

LIABILITIES

Capital Stock

Authorized: 600,000 Shares of No Par Value.		
Issued: 513,951 Shares of No Par Value		$15,921,366.00

Reserve Accounts

For Plant Extensions and Betterments	$ 1,000,000.00	
For Accidents in Erection	181,358.36	
		1,181,358.36

Earned Surplus Account

Balance as per Profit and Loss Account		2,267,680.67

Current Liabilities

Dividend payable 15th November, 1941	$ 154,185.30	
Bank Loan (Secured)	675,000.00	
Bank Loan for Tender Deposits	130,400.00	
Reserve for Taxes	3,457,400.09	
Sundry Accounts Payable	2,504,092.45	
		6,921,077.84

$26,291,482.87

Montreal, 26th December, 1941.

Submitted in accordance with our Report of even date on the Consolidated Balance Sheet of Dominion Bridge Company, Limited and Wholly Owned Subsidiary Companies.

RIDDELL, STEAD, GRAHAM & HUTCHISON,
Chartered Accountants,
Auditors.

DOMINION BRIDGE COMPANY LIMITED

AND

ENTIRELY OWNED SUBSIDIARY COMPANIES

CONSOLIDATED PROFIT AND LOSS ACCOUNT

FOR THE YEAR ENDED 31st OCTOBER, 1941

Profits from Contracts, Interest and Exchange and Miscellaneous Income		$ 4,507,261.75
Revenue from Investments		116,305.88
Profit on Equipment sold		17,853.73
		$ 4,641,421.36
Deduct:		
Directors' Fees	$ 24,340.00	
Executive Salaries	91,500.00	
Legal Fees	3,639.23	
Reserve for Taxes	2,815,181.02	
Depreciation on Plant, Machinery, etc.	733,795.75	
		3,668,456.00
		$ 972,965.36
Add:		
Balance at Credit 1st November 1940		1,911,456.51
		$ 2,884,421.87
Deduct:		
Dividend for year		616,741.20
Balance as at 31st October, 1941, as per Balance Sheet		$ 2,267,680.67

RIDDELL, STEAD, GRAHAM & HUTCHISON
CHARTERED ACCOUNTANTS
460 ST. FRANCOIS XAVIER STREET, MONTREAL

26th December, 1941.

To the Shareholders,

DOMINION BRIDGE COMPANY, LIMITED

We have examined and audited the Books and Accounts of Dominion Bridge Company, Limited, and its entirely owned Subsidiary Companies for the year ended 31st October, 1941, and report thereon as follows:

The Inventories of Stock on Hand, as certified by responsible officials of the various companies, have been valued on a conservative basis.

The Investments in which your Company is interested have been verified by actual inspection of the Securities or by certificate from the Depositaries in the cases where the Securities are deposited for safe custody or as security.

In accordance with Section 114 of the Dominion Companies' Act we report that no portion of the profits of partly owned subsidiaries (with the exception of dividends actually declared by one of these) is included in these accounts. The aggregate profits pertaining to this company are in excess of the dividends received.

We report that we have obtained all the information and explanations we have required and that, in our opinion, the accompanying Balance Sheet as at 31st October, 1941, is properly drawn up so as to exhibit a true and correct view of the state of the combined companies' affairs, according to the best of our information and the explanations given to us and as shown by the Books of the Companies.

RIDDELL, STEAD, GRAHAM & HUTCHISON,
CHARTERED ACCOUNTANTS,
Auditors.

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